

SENATOR GEORGE: No, it's just the other way around.

SENATOR CHAMBERS: The fund just loans money....

SENATOR GEORGE: The fund generates the money by issuing tax-free bonds. That is what generates the capital. That capital is transferred to the existing commercial channels, like an S & L if they abide by the rules and regulations as set forth by the fund, and of course by the bill.

SENATOR CHAMBERS: Let's say that I'm a lending agency and you represent the funds, so that I can keep it clear. Senator Barnett is going to borrow from me. Now can I purchase, as a lending agency, some of your tax-free bonds? Can anybody purchase these bonds who wants to?

SENATOR MARSH: Senator Chambers, less than a minute.

SENATOR CHAMBERS: Thank you. Can anybody purchase these bonds?

SENATOR GEORGE: Yes. I think I know what you really want to know.

SENATOR CHAMBERS: Well I could be a bond purchaser and a recipient of money from the fund at the same time.

SENATOR GEORGE: The fund has loaned the money to that particular S & L. When the S & L comes and goes ahead and actually lends that...loans that money to someone else, then the S & L is the responsible party, not the fund.

SENATOR MARSH: Senator George, you are closing.

SENATOR GEORGE: I believe that all questions have been answered.

SENATOR MARSH: I'm sorry. Senator DeCamp's light just came on. Go ahead.

SENATOR GEORGE: I believe, because of all the questions that came up, and I'm glad they did, there is a thorough explanation of what we tried to do. I hope that finally this session we can go ahead and join the other 35 states, and certainly try to provide housing for those people who do want to acquire that property but, because of current interest rates and high prices, are not capable of doing it anymore. I, therefore, hope that you will vote for the advancement of LB 476. Thank you.

SENATOR MARSH: The question is all those in favor vote aye, opposed nay. To advance the bill. Senator Marsh voting aye.

CLERK: Senator Marsh voting aye.

SENATOR MARSH: It's 25 votes to advance it. Has everyone voted? Senator George.

SENATOR GEORGE: I believe I have to ask for a Call of the House.

SENATOR MARSH: Please record your vote on a Call of the House. The Clerk will record.

CLERK: 15 ayes, 0 nays to go under Call, Mr. President.